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Louise Regional Hospital

**UNITED STATES BANKRUPTCY COURT**  
**CENTRAL DISTRICT OF CALIFORNIA - LOS ANGELES DIVISION**

In re

VERITY HEALTH SYSTEM OF  
CALIFORNIA, INC., *et al.*,

Debtors and Debtors in Possession.

- ☐ Affects All Debtors
- ☐ Affects Verity Health System of California, Inc.
- ☒ Affects O'Connor Hospital
- ☒ Affects Saint Louise Regional Hospital
- ☐ Affects St. Francis Medical Center
- ☒ Affects St. Vincent Medical Center
- ☒ Affects Seton Medical Center
- ☐ Affects O'Connor Hospital Foundation
- ☐ Affects Saint Louise Regional Hospital Foundation
- ☐ Affects St. Francis Medical Center of Lynwood Foundation
- ☐ Affects St. Vincent Foundation
- ☐ Affects St. Vincent Dialysis Center, Inc.
- ☐ Affects Seton Medical Center Foundation
- ☐ Affects Verity Business Services
- ☐ Affects Verity Medical Foundation
- ☐ Affects Verity Holdings, LLC
- ☐ Affects De Paul Ventures, LLC
- ☐ Affects De Paul Ventures - San Jose Dialysis, LLC

Lead Case No. 2:18-bk-20151-ER

Jointly administered with:

Case No. 2:18-bk-20162-ER;  
Case No. 2:18-bk-20163-ER;  
Case No. 2:18-bk-20164-ER;  
Case No. 2:18-bk-20165-ER;  
Case No. 2:18-bk-20167-ER;  
Case No. 2:18-bk-20168-ER;  
Case No. 2:18-bk-20169-ER;  
Case No. 2:18-bk-20171-ER;  
Case No. 2:18-bk-20172-ER;  
Case No. 2:18-bk-20173-ER;  
Case No. 2:18-bk-20175-ER;  
Case No. 2:18-bk-20176-ER;  
Case No. 2:18-bk-20178-ER;  
Case No. 2:18-bk-20179-ER;  
Case No. 2:18-bk-20180-ER;  
Case No. 2:18-bk-20181-ER.

Chapter 11 Cases

Adversary No. 20-ap-01575-ER

**STATUS REPORT RE ARBITRATION**

**[Related to Docket No. 26]**

ST. VINCENT MEDICAL CENTER, a  
California nonprofit public benefit corporation,  
SETON MEDICAL CENTER, a California  
nonprofit public benefit corporation,  
O'CONNOR HOSPITAL, a California nonprofit  
public benefit corporation, and SAINT LOUISE  
REGIONAL HOSPITAL, a California nonprofit  
public benefit corporation,

Plaintiffs,

v.

CALIFORNIA PHYSICIANS' SERVICE dba  
BLUE SHIELD OF CALIFORNIA, a California  
nonprofit public benefit corporation,

Defendant.

Present Hearing:

Date: January 11, 2022

Time: 10:00 a.m.

Place: Courtroom 1568

255 East Temple Street  
Los Angeles, CA 90012

St. Vincent Medical Center, Seton Medical Center, O'Connor Hospital and Saint Louise  
Regional Hospital (collectively "Plaintiffs"), by and through their counsel, herein report as follows:

On December 22, 2020, the Court entered its *Order Approving Stipulation Resolving  
Defendants' Motion to (1) Dismiss Claims for Turnover, Violation of the Automatic Stay, and Unjust  
Enrichment; and (2) Compel Arbitration and Stay Adversary Proceeding* [Dkt No. 26] (the "Order").

Pursuant to Paragraph 6 of the Order, the Court set June 15, 2021 at 10:00 a.m. as the date  
for a status conference in relation to the Order.

Plaintiffs represent that on May 28, 2021, through their arbitration counsel, the Law Offices  
of Stephenson Acquisto & Colman, they filed their arbitration demands with the American  
Arbitration Association pursuant to the terms of the agreements between the Parties and served same  
on Defendant upon issuance of case numbers by AAA. Pursuant to stipulation between the Parties,  
the arbitrations were consolidated.

Plaintiffs represent that an arbitrator has been selected and a preliminary scheduling  
conference has been conducted. At that conference it was determined that Plaintiffs are required to  
produce evidence as to their pre-arbitration submission of timely appeals as to each disputed service,  
requiring a review of documents relating to each of the thousands of claims at issue, which process  
will take a rather substantial amount of time. This will be reported by Plaintiffs to the arbitrator at a

1 telephonic conference set for January 7, 2022, at which time Plaintiffs anticipate a further status  
2 conference will be set.

3 Defense counsel is in the process of confirming status of the arbitration with Defendant, but  
4 by reason of holiday/vacation schedules, has not been able to obtain such confirmation as of this  
5 date.

6 Plaintiffs request that that Court set a further Status Conference on the first available court  
7 date at least six months hence.

8 Dated: January 5, 2022

PACHULSKI STANG ZIEHL & JONES LLP

9  
10 /s/ Steven J. Kahn

11 Steven J. Kahn

12 Gail S. Greenwood

13 Counsel for St. Vincent Medical Center, Seton Medical  
14 Center, O'Connor Hospital, and Saint Louise Regional  
15 Hospital  
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## PROOF OF SERVICE OF DOCUMENT

I am over the age of 18 and not a party to this bankruptcy case or adversary proceeding. My business address is:  
**10100 Santa Monica Boulevard, 13<sup>th</sup> Floor, Los Angeles, California 90067**

A true and correct copy of the foregoing document entitled (*specify*): **STATUS REPORT RE ARBITRATION** will be served or was served **(a)** on the judge in chambers in the form and manner required by LBR 5005-2(d); and **(b)** in the manner stated below:

1. **TO BE SERVED BY THE COURT VIA NOTICE OF ELECTRONIC FILING (NEF)**: Pursuant to controlling General Orders and LBR, the foregoing document will be served by the court via NEF and hyperlink to the document. On (*date*) **January 5, 2022**, I checked the CM/ECF docket for this bankruptcy case or adversary proceeding and determined that the following persons are on the Electronic Mail Notice List to receive NEF transmission at the email addresses stated below:

☒ Service information continued on attached page

2. **SERVED BY UNITED STATES MAIL**:

On (*date*) \_\_\_\_\_, I served the following persons and/or entities at the last known addresses in this bankruptcy case or adversary proceeding by placing a true and correct copy thereof in a sealed envelope in the United States mail, first class, postage prepaid, and addressed as follows. Listing the judge here constitutes a declaration that mailing to the judge will be completed no later than 24 hours after the document is filed.

☐ Service information continued on attached page

3. **SERVED BY PERSONAL DELIVERY, OVERNIGHT MAIL, FACSIMILE TRANSMISSION OR EMAIL** (*state method for each person or entity served*): Pursuant to F.R.Civ.P. 5 and/or controlling LBR, on (*date*) \_\_\_\_\_, I served the following persons and/or entities by personal delivery, overnight mail service, or (for those who consented in writing to such service method), by facsimile transmission and/or email as follows. Listing the judge here constitutes a declaration that personal delivery on, or overnight mail to, the judge will be completed no later than 24 hours after the document is filed.

☐ Service information continued on attached page

I declare under penalty of perjury under the laws of the United States that the foregoing is true and correct.

January 5, 2022  
\_\_\_\_\_  
*Date*

Mary de Leon  
\_\_\_\_\_  
*Printed Name*

/s/ Mary de Leon  
\_\_\_\_\_  
*Signature*

**ADDITIONAL SERVICE LIST**

**MAILING INFORMATION FOR ADVERSARY CASE NO. 2:20-ap-01575-ER**

**1. TO BE SERVED BY THE COURT VIA NOTICE OF ELECTRONIC FILING (NEF):**

- Steven J Kahn skahn@pszyjw.com
- Michael B Reynolds mreynolds@swlaw.com, kcollins@swlaw.com
- Andrew Still astill@swlaw.com, kcollins@swlaw.com
- United States Trustee (LA) ustpreion16.la.ecf@usdoj.gov